

**ESPLANADE HOMES (ROCHESTER) LIMITED**

**REPORTS AND FINANCIAL STATEMENTS**

**YEAR ENDED 28 FEBRUARY 2003**

Registered Number: 4107607



## **ESPLANADE HOMES (ROCHESTER) LIMITED**

### **COMPANY INFORMATION**

<b>DIRECTORS</b>	K C McCabe C Di Ciacca D Gandhi R Dipre (alternate) S C McCabe (alternate)
<b>SECRETARY</b>	C Di Ciacca
<b>REGISTERED OFFICE</b>	Ashley House Ashley Road Epsom Surrey KT18 5AZ
<b>COMPANY NUMBER</b>	4107607
<b>AUDITORS</b>	Mazars Chartered Accountants 90 St Vincent Street Glasgow G2 5UB

## **ESPLANADE HOMES (ROCHESTER) LIMITED**

### **REPORT OF THE DIRECTORS**

The Directors present their Report and the Financial Statements for the year ended 28 February 2003.

### **PRINCIPAL ACTIVITY**

The principal activity of the company is the development of residential properties.

### **RESULTS AND DIVIDENDS**

The results of the company for the year ended 28 February 2003 are set out in the profit and loss account on page 3. The directors do not recommend the payment of a dividend.

### **DIRECTORS**

The directors named below have held office for the whole year unless otherwise stated:

K C McCabe

C Di Ciacca

D Gandhi appointed 2 June 2002

R Dipre (alternate director)

S C McCabe (alternate director)

According to the register maintained as required by the Companies Act 1985, the directors do not have any interest in the share capital of the company. K C McCabe is a director of Scarborough Property Group plc, in whose accounts his interest in the share capital of that company is shown.

There were no other interests notifiable under Section 324 of the Companies Act 1985.

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume the company will continue in business.

The directors confirm that the accounts comply with the above requirements.

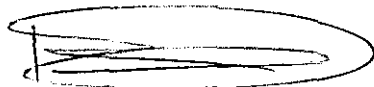
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### **AUDITORS**

Mazars have signified their willingness to continue in office and a resolution proposing their re-appointment will be put to the forthcoming Annual General Meeting.

The directors have prepared this report in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD



D Gandhi

Director

Date: 19/12/2003

### **Registered Office:**

Ashley House

Ashley Road

Epsom

Surrey

KT18 5AZ

## **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF ESPLANADE HOMES (ROCHESTER) LIMITED**

We have audited the financial statements for the year ended 28 February 2003 which comprise the Profit and Loss Account, the Balance Sheet and related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

As described in the Statement of Director's Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act. We also report to you if, in our opinion, the Director's Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

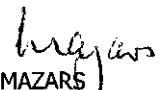
### **Basis of audit opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### **Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 28 February 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
MAZARS  
CHARTERED ACCOUNTANTS  
and Registered Auditors  
90 St Vincent Street  
GLASGOW  
G2 5UB

Date: 5 Jan 2004.

**ESPLANADE HOMES (ROCHESTER) LIMITED****PROFIT & LOSS ACCOUNT****Year ended 28 February 2003**

	Note	Year ended 28 February 2003	Sixteen months ended 28 February 2002 £
<b>TURNOVER</b>	2	1,660,995	1,065,500
COST OF SALES		(1,216,080)	(742,479)
GROSS PROFIT		<u>444,915</u>	<u>323,021</u>
Administrative expenses		(35,761)	(101,385)
<b>OPERATING PROFIT</b>		<u>409,154</u>	<u>221,636</u>
Interest payable	3	(57,195)	(201,724)
Interest receivable	4	551	-
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	5	<u>352,510</u>	<u>19,912</u>
Taxation	6	(74,361)	(5,700)
<b>RETAINED PROFIT FOR THE YEAR</b>	11	<u><u>278,149</u></u>	<u><u>14,212</u></u>

The company's turnover and expenses all relate to continuing operations.

The company has no recognised gains or losses other than the profit for the year.

The notes on pages 5 and 6 form part of these financial statements.

# ESPLANADE HOMES (ROCHESTER) LIMITED

## BALANCE SHEET

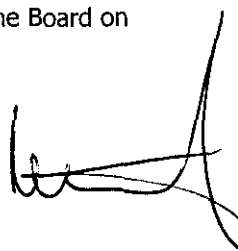
At 28 February 2003

	Notes	2003 £	2002 £
<b>CURRENT ASSETS</b>			
Stock	7	1,404,029	2,602,589
Debtors	8	11,839	4,500
Cash at bank and in hand		<u>1</u>	<u>1</u>
		1,415,869	2,607,090
<b>CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
	9	(1,123,507)	(2,592,877)
<b>NET ASSETS</b>			
		<u>292,362</u>	<u>14,213</u>
<b>CAPITAL AND RESERVES</b>			
		£	£
Share capital	10	1	1
Profit & loss account	11	292,361	14,212
<b>SHAREHOLDERS' FUNDS</b>			
		<u>292,362</u>	<u>14,213</u>


These accounts have been prepared in accordance with the special provision of Part VII of the Companies Act 1985 relating to small companies.

Approved by the Board on 19/12/2003 and signed on its behalf by

K C McCabe

  
Director

R Dipre

  
Director

The notes on pages 5 and 6 form part of these financial statements.

**ESPLANADE HOMES (ROCHESTER) LIMITED****NOTES TO THE ACCOUNTS****Year ended 28 February 2003****1 ACCOUNTING POLICIES**

The accounts are prepared in accordance with applicable accounting standards.

(a) Accounting convention

The financial statements are prepared under the historical cost convention.

(b) Turnover

Turnover represents amounts received during the year from the sale of development properties.

(c) Stock

Stock is stated at the lower of cost and net realisable value.

(d) Taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes.

**2 TURNOVER**

The company operates in the United Kingdom and the whole of the turnover is to the United Kingdom market.

	Year ended 28 February 2003	Period ended 28 February 2002
	£	£
<b>3 INTEREST PAYABLE</b>		
Bank interest	15,202	-
Other interest	41,993	201,724
	<u>57,195</u>	<u>201,724</u>
<b>4 INTEREST RECEIVABLE</b>	£	£
Bank interest	96	-
Other interest	455	-
	<u>551</u>	<u>-</u>
<b>5 PROFIT BEFORE TAXATION</b>	£	£
The profit on ordinary activities before taxation is stated after charging:		
Auditor's remuneration	<u>1,200</u>	<u>1,200</u>
<b>6 TAXATION</b>	£	£
The taxation charge for the year comprises:		
Corporation tax - current year	74,450	5,700
Corporation tax - prior year credit	(89)	-
	<u>74,361</u>	<u>5,700</u>

The tax assessed for the year is higher than the standard rate of corporation tax in the UK.

The differences are explained below:

	£	£
Profit on ordinary activities before tax	<u>352,510</u>	<u>19,912</u>
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK (20%) (2002: 30%)	70,502	5,974
Effects of:		
Marginal relief	3,948	(274)
Prior year adjustment	(89)	-
Current tax charge for the year	<u>74,361</u>	<u>5,700</u>

# ESPLANADE HOMES (ROCHESTER) LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

Year ended 28 February 2003

7	STOCK	2003 £	2002 £	
	Property developments	<u>1,404,029</u>	<u>2,602,589</u>	
8	DEBTORS	£	£	
	Other debtors	<u>11,839</u>	<u>4,500</u>	
9	CREDITORS FALLING DUE WITHIN ONE YEAR	£	£	
	Bank overdraft	278,681	-	
	Trade Creditors	1,039	-	
	Loans from shareholders	640,000	2,485,977	
	Corporation tax	74,450	5,700	
	Other creditors	1,376	-	
	Accruals	<u>127,961</u>	<u>101,200</u>	
		<u>1,123,507</u>	<u>2,592,877</u>	
10	CALLED UP SHARE CAPITAL	£	£	
	Authorised: Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>	
	Allotted and fully paid Ordinary shares of £1 each	<u>1</u>	<u>1</u>	
11	RECONCILIATION OF SHAREHOLDERS' FUNDS			
		Share Capital £	Profit & Loss Account £	Total £
	Balance at 1 March 2002	1	14,212	14,213
	Profit for the year	-	278,149	278,149
	Balance at 28 February 2003	<u>1</u>	<u>292,361</u>	<u>292,362</u>

## 12 RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemptions in FRS 8 and consequently has not disclosed details of transactions with group undertakings.